

**MB PROPERTY COMPANY (EDINBURGH) LIMITED**

**Company Registered No. 077601**

**ACCOUNTS**

**for the year ended**

**31 MARCH 2002**

**Websters**

**136 BAKER STREET,**

**LONDON. W1U 6DU**



# M B PROPERTY COMPANY (EDINBURGH) LIMITED

## DIRECTORS' REPORT

The directors present their report to the members, together with the annual accounts for the year ended 31 March 2002.

### PRINCIPAL ACTIVITY :

The principal activity of the company remains that of property investors and the provision of property management services.

### DIRECTORS :

The directors of the company and their interests in shares of the company are set out below. There were no changes in the composition of the board of directors during the year.

	<i>Ordinary Shares of £1 each</i>	
	<i>31.3.2002</i>	<i>31.3.2001</i>
R.H.J. Mackie	500	500
Mrs. I.M. Mackie	300	300
	<hr/>	<hr/>
	800	800
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### DIRECTORS' RESPONSIBILITIES :

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**Approved by the board of directors on 3 December 2002**  
**and signed on their behalf by :**

.....*I.M. Mackie*.....

**I.M. MACKIE Director**

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS**  
**ON THE UNAUDITED ACCOUNTS OF**  
**M B PROPERTY COMPANY (EDINBURGH) LIMITED**

We report on the accounts for the year ended 31 March 2002, set out on pages 3 to 7.

**Respective Responsibilities of Directors and Reporting Accountants :**

As described on page 1, the company's director is responsible for the preparation of accounts, and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**Basis of Opinion :**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

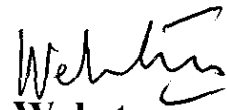
**Opinion :**

In our opinion :

- (a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to and on the basis of, the information contained in those accounting records :
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within the year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

**Date : 3 December 2002**

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**Websters**  
Chartered Accountants  
136 Baker Street,  
London. W1U 6DU

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**M B PROPERTY COMPANY (EDINBURGH) LIMITED**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31 MARCH 2002**

	<i>Notes</i>	<i>2002</i> £	<i>2001</i> £
<b>TURNOVER</b>	1(b)	49,486	48,008
Administrative expenses	2	<u>(40,865)</u>	<u>(34,098)</u>
Operating profit	2	8,621	13,910
Profit/(loss) on sale of tangible fixed assets		-	135,410
Bank interest receivable and similar income	3	<u>6,277</u>	<u>10,703</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		14,898	160,023
Tax on profit on ordinary activities	4	<u>2,550</u>	<u>7,594</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		12,348	152,429
<b>RETAINED PROFIT BROUGHT FORWARD</b>		<u>387,352</u>	<u>234,923</u>
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£399,700</u>	<u>£387,352</u>

**CONTINUING OPERATIONS :**

All turnover and expenses for the year arose in respect of continuing activities.

**TOTAL RECOGNISED GAINS AND LOSSES :**

The company has no recognised gains or losses for the year other than those recognised in the profit and loss account.

The notes on pages 5 to 7 form an integral part of these accounts.

**M B PROPERTY COMPANY (EDINBURGH) LIMITED**

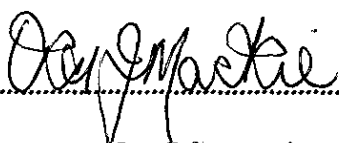
**BALANCE SHEET AS AT 31 MARCH 2002**

	<i>Notes</i>	<u>2002</u>	<u>2001</u>
		£	£
<b>FIXED ASSETS :</b>			
Tangible assets	5	296,109	296,072
<b>CURRENT ASSETS :</b>			
Debtors	6	159	191
Cash at bank and in hand		151,622	191,464
		<u>151,781</u>	<u>191,655</u>
<b>CREDITORS - amounts falling due within one year</b>	7	8,842	12,106
<b>NET CURRENT ASSETS</b>		<u>142,939</u>	<u>179,549</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		439,048	475,621
<b>CREDITORS - amounts falling due after more than one year</b>	8	38,348	87,269
		<u>£400,700</u>	<u>£388,352</u>
<b>CAPITAL AND RESERVES :</b>			
Called up share capital	9	1,000	1,000
Profit and loss account		399,700	387,352
<b>SHAREHOLDERS FUNDS</b>	10	<u>£400,700</u>	<u>£388,352</u>

For the financial year ended 31 March 2002 the company was entitled to exemption from audit under section 249A(1) Companies Act 1985; and no notice has been deposited under section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 (of the Act) and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

**Approved by the board of directors on 3 December 2002  
and signed on their behalf by :**



**R.H.J. MACKIE Director**

The notes on pages 5 to 7 form an integral part of these accounts.

# M B PROPERTY COMPANY (EDINBURGH) LIMITED

## NOTES TO THE ACCOUNTS - 31 MARCH 2002

### 1. ACCOUNTING POLICIES :

#### a) Cash Flow Statement :

The company qualifies as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

#### b) Turnover :

Turnover represents the invoiced value of property management services and rental income for the year.

#### c) Depreciation :

Depreciation of tangible fixed assets is provided at the following annual rates in order to write off each assets over its estimated useful life :

Leasehold property	over the period of the lease
Office equipment	20% reducing balance
Fixtures and fittings	15% reducing balance

No depreciation has been provided on the Freehold Property because it is maintained to a good standard and in the opinion of the directors the market value is at least equivalent to original cost value.

#### d) Leasehold Properties :

The value of the leasehold property is included at cost.

#### e) Deferred Taxation :

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or assets will crystallise in the foreseeable future.

### 2. OPERATING PROFIT :

The operating profit is stated after charging :	2002	2001
	£	£
Depreciation and amortisation on tangible fixed assets	1,870	1,556
Directors' remuneration	2,500	2,500
	<u>          </u>	<u>          </u>

### 3. BANK INTEREST RECEIVABLE AND SIMILAR INCOME :

	2002	2001
	£	£
Bank interest received	£ 6,277	£10,703
	<u>          </u>	<u>          </u>

**M B PROPERTY COMPANY (EDINBURGH) LIMITED**

**NOTES TO THE ACCOUNTS - 31 MARCH 2002 (CONTINUED)**

**4. TAX ON PROFITS OF ORDINARY ACTIVITIES :**

The tax charge is based on the profit on ordinary activities for the year and comprises:-

	<i>2002</i>	<i>2001</i>
	£	£
United Kingdom corporation tax at 10%/20%	2,500	7,550
Underprovision in previous year	50	44
	<u>£ 2,550</u>	<u>£ 7,594</u>

Deferred taxation has not been provided as it is not considered a material factor in the context of this company's affairs.

**5. TANGIBLE FIXED ASSETS :**

	<i>Freehold Property</i>	<i>Leasehold Properties</i>	<i>Office Equipment</i>	<i>Fixtures and Fittings</i>	<i>Total</i>
	£	£	£	£	£
<b>Cost :</b>					
At 31.3.01	152,878	145,636	2,091	2,742	303,347
Disposal	-	-	-	-	-
Additions	-	-	1,908	-	1,908
	<u>152,878</u>	<u>145,636</u>	<u>3,999</u>	<u>2,742</u>	<u>305,255</u>
At 31.3.02	152,878	145,636	3,999	2,742	305,255
	<u>152,878</u>	<u>145,636</u>	<u>3,999</u>	<u>2,742</u>	<u>305,255</u>
<b>Depreciation :</b>					
At 31.3.01	-	2,912	1,849	2,514	7,275
Disposal	-	-	-	-	-
Charge for year	-	1,456	380	35	1,871
	<u>-</u>	<u>4,368</u>	<u>2,229</u>	<u>2,549</u>	<u>9,146</u>
At 31.3.02	-	4,368	2,229	2,549	9,146
	<u>-</u>	<u>4,368</u>	<u>2,229</u>	<u>2,549</u>	<u>9,146</u>
<b>Net Book Value :</b>					
At 31.3.02	<u>£152,878</u>	<u>£141,268</u>	<u>£ 1,770</u>	<u>£ 193</u>	<u>£296,109</u>
At 31.3.01	<u>£152,878</u>	<u>£142,724</u>	<u>£ 242</u>	<u>£ 228</u>	<u>£296,072</u>

There were no commitments for capital expenditure at 31 March 2002.

**M B PROPERTY COMPANY (EDINBURGH) LIMITED**

**NOTES TO THE ACCOUNTS - 31 MARCH 2002 (CONTINUED)**

**6. DEBTORS :**

<b>Amounts falling due within one year :</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Accrued bank deposit interest	12	46
Prepayments	147	145
	<u>£ 159</u>	<u>£ 191</u>

**7. CREDITORS :**

<b>Amounts falling due within one year :</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Rents received in advance	2,296	-
Corporation tax	2,500	7,550
Other creditors and accruals	4,046	4,556
	<u>£ 8,842</u>	<u>£12,106</u>

**8. LONG-TERM CREDITORS :**

<b>Amounts falling due after more than one year :</b>	<b>2002</b>	<b>2001</b>
Directors' loans	<u>£38,348</u>	<u>£87,269</u>

The loans from the directors are unsecured and interest-free. Repayment will not be sought for the immediate future.

**9. CALLED UP SHARE CAPITAL :**

	<b>2002</b>	<b>2001</b>
<b>Authorised :</b> 200,000 ordinary shares of £1 each	<u>£200,000</u>	<u>£200,000</u>
<b>Allotted, called up and fully paid :</b> 1,000 ordinary shares of £1 each	<u>£ 1,000</u>	<u>£ 1,000</u>

**10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS :**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	12,348	152,429
Opening shareholders' funds	<u>388,352</u>	<u>235,923</u>
Closing shareholders' funds	<u>£400,700</u>	<u>£388,352</u>